

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-02121A

Livco Water Company
PO Box 659
Concho, AZ 85924

RECEIVED

MAR 25 2016

AZ CORP COMM
Director - Utilities

☐ Please click here if pre-printed Company name on this form is not your current Company name or dba name is not included.

Please list current Company name including dba here:

ANNUAL REPORT
Water

FOR YEAR ENDING

12	31	2015
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FOR COMMISSION USE

ANN 04	15
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3-25-16

COMPANY INFORMATION

Company Name (Business Name) Livco Water Co.

Mailing Address PO Box 659
Concho, AZ 85924

928 337-2266
Telephone No. (Include Area Code)

928 337-3578
Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address: Livco@conchoaz.com

Local Office Mailing Address Same as above

(City)

(State)

(Zip)

Local Office Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address _____

MANAGEMENT INFORMATION

Regulatory Contact: Rick Kautz

Management Contact: Rick Kautz
(Name)

President
(Title)

PO Box 659 Concho, AZ 85924

928 337-2266
Telephone No. (Include Area Code)

928 337-3578
Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address: Livco@conchoaz.com

On Site Manager: Jenni Wicks
(Name)

PO Box 659 Concho, AZ 85924

928 337-2266
Telephone No. (Include Area Code)

928 337-3578
Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address: Livco@conchoaz.com

Statutory Agent:**S.A.1, Ltd**

(Name)

235 E. Rhea Road
(Street)**Tempe**

(City)

AZ**85284**

(State)

(Zip)

602 522-8126

Telephone No. (Include Area Code)

602 522-8145

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Attorney**S.A.1, Ltd**

(Name)

235 E. Rhea Road
(Street)**Tempe**

(City)

AZ**85284**

(State)

(Zip)

602 522-8126

Telephone No. (Include Area Code)

602 522-8145

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address jfb@jbyrnelaw.com**OWNERSHIP INFORMATION**

Check the following box that applies to your company:

☐ **Sole Proprietor (S)**☒ **C Corporation (C) (Other than Association/Co-op)**☐ **Partnership (P)**☐ **Subchapter S Corporation (Z)**☐ **Bankruptcy (B)**☐ **Association/Co-op (A)**☐ **Receivership (R)**☐ **Limited Liability Company**☐ **Other (Describe)** _____**COUNTIES SERVED**

Check the box below for the county/ies in which you are certificated to provide service:

☒ **APACHE**☐ **COCHISE**☐ **COCONINO**☐ **GILA**☐ **GRAHAM**☐ **GREENLEE**☐ **LA PAZ**☐ **MARICOPA**☐ **MOHAVE**☐ **NAVAJO**☐ **PIMA**☐ **PINAL**☐ **SANTA CRUZ**☐ **YAVAPAI**☐ **YUMA**☐ **STATEWIDE**

COMPANY NAME LIVCO WATER COMPANY

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	1,882		1,882
302	Franchises	8,054		8,054
303	Land and Land Rights	12,216		12,216
304	Structures and Improvements	15,988	10,376	5,612
307	Wells and Springs	52,845	47,056	5,789
311	Pumping Equipment	86,972	86,972	0
320	Water Treatment Equipment			
320.1	Water Treatment Plants			
320.2	Solution Chemical Feeders			
330	Distribution Reservoirs and Standpipes			
330.1	Storage Tanks	65,020	53,081	11,939
330.2	Pressure Tanks			
331	Transmission and Distribution Mains	237,789	186,529	51,260
333	Services			
334	Meters and Meter Installations	151,233	139,670	11,563
335	Hydrants	10,236	7,299	2,937
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	29,107	8,090	21,017
340	Office Furniture and Equipment	7,804	5,881	1,923
340.1	Computers & Software	3,689	1,476	2,213
341	Transportation Equipment	2,500	500	2,000
343	Tools, Shop and Garage Equipment	12,127	3,479	8,648
344	Laboratory Equipment	569	228	341
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment	1,863	1,622	241
348	Other Tangible Plant	74,342	18,893	55,449
	SUBTOTALS	774,236	571,152	203,084
	LESS: Retired Plant		(7,846)	7,846
	TOTALS	774,236	563,306	210,930

This amount goes on the Balance Sheet Acct. No. 108

See Independent Accountants' Compilation Report

COMPANY NAME**LIVCO WATER COMPANY****CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	1,882		
302	Franchises	8,054		
303	Land and Land Rights	12,216		
304	Structures and Improvements	15,988	3.33%	532
307	Wells and Springs	52,845	3.33%	1,760
311	Pumping Equipment	86,972	12.50%	634
320	Water Treatment Equipment			
320.1	Water Treatment Plants			
320.2	Solution Chemical Feeders			
330	Distribution Reservoirs and Standpipes			
330.1	Storage Tanks	65,020	2.22%	1,443
330.2	Pressure Tanks			
331	Transmission and Distribution Mains	237,789	2.00%	4,756
333	Services			
334	Meters and Meter Installations	151,233	8.33%	12,598
335	Hydrants	10,236	2.00%	205
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	29,107	6.67%	1,941
340	Office Furniture and Equipment	7,804	6.67%	521
340.1	Computers & Software	3,689	20.00%	738
341	Transportation Equipment	2,500	20.00%	500
343	Tools, Shop and Garage Equipment	12,127	5.00%	606
344	Laboratory Equipment	569	10.00%	57
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment	1,863	10.00%	186
348	Other Tangible Plant	74,342	5.00%	3,717
	SUBTOTALS	774,236		30,194
	PLUS Retired Plant			855
	CIAC Amortization			-
	TOTALS	774,236		31,049

This amount goes on Comparative Statement of Income and Expense Acct. No. 403.
See Independent Accountants' Compilation Report

**ULLMANN
& COMPANY P.C.**
Certified Public Accountants

To The Board of Directors of
Livco Water Company
Concho, Arizona

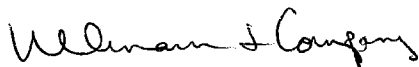
Management is responsible for the accompanying financial statements of Livco Water Company (a corporation) which comprise the balance sheets as of December 31, 2015 and 2014, and the related comparative statements of income and expense for the years then ended included in the accompanying prescribed form. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements included in the accompanying prescribed form nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Other Matter

These financial statements included in the accompanying prescribed form are intended to comply with the requirements of the Arizona Corporation Commission, and are not intended to be a presentation in accordance with accounting principles generally accepted in the United States of America.

Supplementary Information

All other information contained in the accompanying prescribed form has been presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Arizona Corporation Commission, who considers it to be an essential part of financial reporting and for placing the basic financial statements in an appropriate operational, economic, or historical context. The supplementary information included on pages 4-5, 9, and 14-17 has been compiled by us without audit or review and accordingly, we do not express an opinion or provide any assurance on it. The supplementary information included on pages 2-3 and 10-13 was not audited, reviewed, or compiled by us and, accordingly, we do not express an opinion or any assurance on it.



ULLMANN & COMPANY, P.C.
Certified Public Accountants

February 27, 2016

COMPANY NAME

LIVCO WATER COMPANY

BALANCE SHEET

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 9,186	\$ 7,061
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	8,351	9,138
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments	228	0
174	Miscellaneous Current and Accrued Assets	13,416	9,035
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 31,181	\$ 25,234
	FIXED ASSETS		
101	Utility Plant in Service	\$ 776,486	\$ 774,236
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation - Utility Plant	544,418	563,306
121	Non-Utility Property		
122	Accumulated Depreciation - Non Utility		
	TOTAL FIXED ASSETS	\$ 232,068	\$ 210,930
	TOTAL ASSETS	\$ 263,249	\$ 236,164

NOTE: The Assets on this page should be equal to Total Liabilities and Capital on the following page.

COMPANY NAME
LIVCO WATER COMPANY

BALANCE SHEET (CONTINUED)

Acct. No.	LIABILITIES	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT LIABILITES		
231	Accounts Payable	\$ 39,501	\$ 37,922
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	11,585	10,960
236	Accrued Taxes	1,357	1,358
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 52,443	\$ 50,240
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ 86,857	\$ 81,578
	DEFERRED CREDITS		
251	Unamortized Premium on Debt		
252	Advances in Aid of Construction	17,495	16,796
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	150,933	150,933
272	Less: Amortization of Contributions	150,933	150,933
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 17,495	\$ 16,796
	TOTAL LIABILITIES	\$ 156,795	\$ 148,614
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 82,000	\$ 82,000
211	Paid in Capital in Excess of Par Value	299,140	299,140
215	Retained Earnings	(274,686)	(293,590)
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 106,454	\$ 87,550
	TOTAL LIABILITIES AND CAPITAL	\$ 263,249	\$ 236,164

COMPANY NAME**LIVCO WATER COMPANY****COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 169,105	\$ 166,415
460	Unmetered Water Revenue		
474	Other Water Revenues	2,234	2,270
	TOTAL REVENUES	\$ 171,339	\$ 168,685
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 61,084	\$ 63,444
610	Purchased Water	1,149	0
615	Purchased Power	19,707	21,791
618	Chemicals	0	21
620	Repairs and Maintenance	1,173	3,344
621	Office Supplies and Expense	12,886	11,794
630	Outside Services	1,707	7,893
635	Water Testing	4,448	2,333
641	Rents	10,800	10,800
650	Transportation Expenses	4,608	3,373
657	Insurance - General Liability	5,547	8,290
659	Insurance - Health and Life		
666	Regulatory Commission Expense - Rate Case	2,733	228
675	Miscellaneous Expense	400	2,328
403	Depreciation Expense	34,992	31,049
408	Taxes Other Than Income	6,190	6,634
408.11	Property Taxes	5,709	6,948
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 173,133	\$ 180,270
	OTHER INCOME/EXPENSE		
419	Interest and Dividend Income		
421	Non-Utility Income	4,359	4,765
426	Miscellaneous Non-Utility Expenses	9,243	7,032
414	Loss on Disposition of Utility Property	(1,564)	0
427	Interest Expense	5,275	5,052
	TOTAL OTHER INCOME/EXP	\$ (11,723)	\$ (7,319)
	NET INCOME/(LOSS)	\$ (13,517)	\$ (18,904)

COMPANY NAME	LIVCO WATER COMPANY
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SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	VARIES	VARIES		
Source of Loan	WIFA	WIFA		
ACC Decision No.				
Reason for Loan	Capital Improvements	Capital Improvements		
Dollar Amount Issued	\$88,579	\$29,798	\$	\$
Amount Outstanding	\$56,074	\$25,503	\$	\$
Date of Maturity	7/1/2028	9/1/2032		
Interest Rate	4.9%	4.2%	%	%
Current Year Interest	\$3,338	\$1,077	\$	\$
Current Year Principle	\$3,724	\$1,556	\$	\$

Meter Deposit Balance at Test Year End

\$16,796

Meter Deposits Refunded During the Test Year

\$2,199

COMPANY NAME Livco Water Co
Name of System: Livco Water Co ADEQ Public Water System Number: 01-018

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-600014	60	225	833	10	3	1970
55-508133	5	60	74	6	2	1984

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity		Quantity
5	2		15
1	1		
15	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
250,000	1	40	1
24,00	1	250	4
		3000	1

Note: If you are filing for more than one system, please provide separate sheets for each system.

• **COMPANY NAME** Livco Water Co

Name of System: Livco Water Co

ADEQ Public Water System Number: 01-018

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2	PVC	5,100
2.5	PVC	2,275
3	PVC	3,238
4	PVC	75,758
6	PVC	94,820
8	PVC	1,400
8	Asbestos	1,950

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	419
3/4	17
1	23
1 1/2	1
2	4
Comp. 3	
Turbo 3	2
Comp. 4	
Turbo 4	
Comp. 6	
Turbo 6	

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

Portable chlorination tank and pressure pump

STRUCTURES:

3 pump pressure stations, 1 well house, fencing around 2 tanks and 1 well, 2 water tanks

OTHER:

Generator, compressor, portable water evacuation pump

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME: Livco Water Co	
Name of System: Livco Water Co	ADEQ Public Water System Number: 01-018

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2012

Month	# of customers (full month)	Gallons Sold (thousands)	Gallons Unmetered (thousands)	Unmetered Comments	Gallons Pumped (thousands)
Jan	368	1,947	35	Flushed system	2,202
Feb	366	1,723	35	Flushed system, estimated readings	2,247
Mar	371	1,720	35	Flushed system	1,972
Apr	372	2,318	35	Flushed system	2,673
May	372	2,157			2,272
June	374	3,648	600	Flushed system and tank overflow	4,715
July	375	2,704	500	Both tanks overflows – failed controls	3,473
Aug	369	2,867	600	Both tanks overflows – failed controls	3,691
Sept	373	2,038	700	System flushed, both tanks overflowed- failed controls	3,025
Oct	371	2,278	800	System flushed, hydrants tested, tank overflows (one tank fixed end of month)	3,406
Nov	361	1,300	300	System flushed, tank overflow	1,750
Dec	366	1,750	200	System flushed, tank overflow (second tank fixed)	2,208
	Totals	26,450	3,840		33,634

What is the level of arsenic for each well on your system? POE1: .006mg/l & POE2: <.001mg/l
(If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? No requirements

If system has chlorination treatment, does this treatment system chlorinate continuously?
() Yes (X) No

Is the Water Utility located in an ADWR Active Management Area (AMA)?
() Yes (X) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
() Yes (X) No

If yes, provide the GPCPD amount: _____

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME: Livco Water Co	
Name of System: Livco Water Co	ADEQ Public Water System Number: 01-018

UTILITY SHUTOFFS / DISCONNECTS

MONTH		Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY				
FEBRUARY			2	
MARCH			4	
APRIL				
MAY				
JUNE			1	
JULY			1	
AUGUST				
SEPTEMBER			3	
OCTOBER				
NOVEMBER			1	
DECEMBER			2	
TOTALS →			14	

OTHER (description):

COMPANY NAME LIVCO WATER COMPANY YEAR ENDING 12/31/2015

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2015 was: \$6,310

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

**VERIFICATION
AND
SWORN STATEMENT**
Taxes

RECEIVED

MAR 25 2016
AZ CORP COMM
Director - Utilities

VERIFICATION

STATE OF ARIZONA
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME) APACHE
NAME (OWNER OR OFFICIAL) TITLE RICK KAUTZ, PRESIDENT
COMPANY NAME LIVCO WATER COMPANY

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

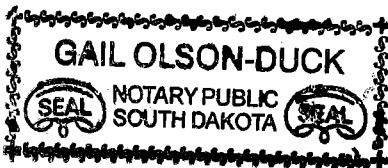
MONTH 12	DAY 31	YEAR 2015
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HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.





SIGNATURE OF OWNER OR OFFICIAL

928 337-3578

TELEPHONE NUMBER

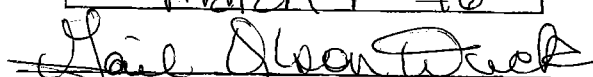
SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 17 DAY OF

(SEAL)

COUNTY NAME Lincoln	
MONTH March	YEAR 2016



SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES My Commission Expires April 25, 2020

**VERIFICATION
AND
SWORN STATEMENT**
Intrastate Revenues Only

RECEIVED

MAR 25 2016

AZ CORP COMM
Director - Utilities

VERIFICATION

STATE OF ARIZONA
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)
APACHE
NAME (OWNER OR OFFICIAL) TITLE
RICK KAUTZ, PRESIDENT
COMPANY NAME
LIVCO WATER COMPANY

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

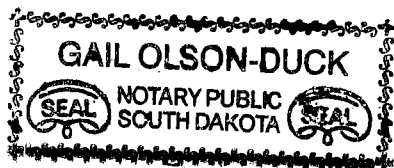
FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2015

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT


IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2015 WAS:



Arizona Intrastate Gross Operating Revenues Only (\$)
\$ 178,013

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 9,328
IN SALES TAXES BILLED, OR COLLECTED)

****REVENUE REPORTED ON THIS PAGE MUST
INCLUDE SALES TAXES BILLED OR
COLLECTED. IF FOR ANY OTHER REASON,
THE REVENUE REPORTED ABOVE DOES NOT
AGREE WITH TOTAL OPERATING REVENUES
ELSEWHERE REPORTED, ATTACH THOSE
STATEMENTS THAT RECONCILE THE
DIFFERENCE. (EXPLAIN IN DETAIL)**



SIGNATURE OF OWNER OR OFFICIAL
928 337-3578

TELEPHONE NUMBER

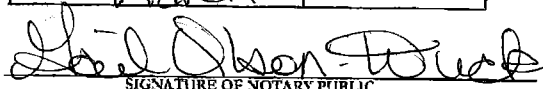
SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 17th DAY OF

(SEAL)

COUNTY NAME
<u>Lincoln</u>
MONTH <u>March</u> 20 <u>16</u>



SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES My Commission Expires
April 25, 2020

See Independent Accountants' Compilation Report

VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
Intrastate Revenues Only

RECEIVED

MAR 25 2016
AZ CORP COMM
Director - Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME) APACHE	
NAME (OWNER OR OFFICIAL) RICK KAUTZ	TITLE PRESIDENT
COMPANY NAME LIVCO WATER COMPANY	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2015

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT


IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2015 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 178,013

THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 9,328
IN SALES TAXES BILLED, OR COLLECTED)

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.


SIGNATURE OF OWNER OR OFFICIAL
928 337-3578
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

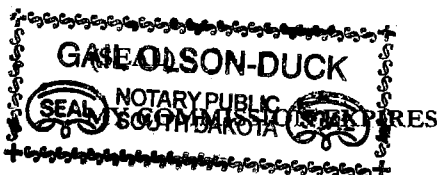
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

17th

DAY OF

NOTARY PUBLIC NAME <u>Gail Olson-Duck</u>	
COUNTY NAME <u>Lincoln</u>	
MONTH <u>March</u>	<u>2016</u>




SIGNATURE OF NOTARY PUBLIC

My Commission Expires
April 25, 2016 Independent Accountants' Compilation Report